



P.O. Box 942701
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No Voice (916) 795-3240
www.calpers.ca.gov

Date: June 9, 2006
Reference No.:
Circular Letter No.: 310-048-06
Distribution: I, IIA, IV, V, VI, X, XII
Special:

Circular Letter

TO: EMPLOYERS COVERED BY CALPERS, EMPLOYEE ORGANIZATIONS AND
OTHER INTERESTED PARTIES

SUBJECT: AMENDED MEETING NOTICE OF THE CALPERS BOARD OF
ADMINISTRATION AND ITS COMMITTEES

Circular Letter No. 310-044-06, dated June 7, 2006, is amended as follows:

Investment Committee

The June 19, 2006 Investment Committee meeting open session agenda is amended to add an additional item as shown in bold below:

5c. Additional Investment in Central Valley Fund

The amended agenda is attached.

All other information contained in Circular Letter No. 310-044-05, dated June 7, 2006, remains the same. The meeting information is also available on the CalPERS website at www.calpers.ca.gov.

FRED BUENROSTRO
Chief Executive Officer

Attachment

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

INVESTMENT COMMITTEE

June 19, 2006

8:30 a.m.

Lincoln Plaza North
400 Q Street
Auditorium
Sacramento, CA

COMMITTEE MEMBERS

Charles Valdes, Chair
George Diehr, Vice Chair
Philip Angelides
Marjorie Berte
Robert F. Carlson
Rob Feckner
Priya Mathur
Michael Navarro
Tony Oliveira
Mike Quevedo, Jr.
Kurato Shimada
Maeley L. Tom
Steve Westly

CLOSED SESSION	8:30 a.m. Chief Investment Officer's Briefing on Market and Personnel Issues (Government Code sections 11126(a)(1) and (c)(16))
OPEN SESSION	9:00 a.m.
CLOSED SESSION	Upon Adjournment or Recess of Open Session (Government Code section 11126(c)(16))

AMENDED AGENDA

OPEN SESSION

- | | |
|-------------|--|
| | 1. Call to Order and Roll Call |
| Action | 2. Approval of the May 15, 2006 Open Session Minutes |
| Information | 3. CalPERS Total Fund Quarterly Report |
| Information | 4. Real Estate |
| Information | 5. Alternative Investment Management (AIM) Program |
| Information | a. Strategic Review Implementation Update |
| Information | b. California Initiative Update |
| Action | c. <u>Additional Investment in Central Valley Fund</u> |
| | 6. Global Equity |
| Information | a. Manager Development Program I and II Annual Review |
| Information | b. Executive Compensation Strategic Plan Update |
| Information | c. Update on Investments in Companies Doing Business in the Sudan |
| Information | d. Corporate Governance Internal Staff Working Group Update |
| | 7. Global Fixed Income |
| Action | a. Securities Lending Annual Review |
| | 8. Supplemental Savings Programs |
| Information | a. Selection of Third Party Administrator |
| | 9. Total Fund |
| Action | a. Approval of Contracts for Asset Allocation Consultants |
| | 10. Legislation |
| Action | a. AB 2570 (Arambula) Community Investment: State and Local Retirement Systems |
| Action | b. AB 2941 (Koretz) Sudan Divestment |
| Action | c. SCR 117 (Soto) Reverse Annuity Mortgage Program Study |
| | 11. Chief Investment Officer's/Assistant Executive Officer's Report |
| Consent | a. Consolidated Investment Activity Report |
| Information | b. Status Report |
| Information | 12. Draft Agenda for August 14, 2006 |
| | 13. Public Comment |

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Subcommittee meeting held immediately prior to this meeting may be reported on or presented to the Investment Committee for its consideration.

AGENDA

CLOSED SESSION

Upon Adjournment or Recess of Open Session

(Government Code section 11126(c)(16))

- | | | |
|---|----|---|
| | 1. | Call to Order and Roll Call |
| Action | 2. | Approval of the May 15, 2006 Executive Closed and Closed Session Minutes |
| Information | 3. | Alternative Investment Management (AIM) Program |
| Information | 4. | Global Fixed Income
a. External Manager Update |
| Information
Information
Information | 5. | Global Equity
a. Executive Compensation Strategic Plan Update
b. Corporate Governance External Manager
c. External Manager Update |
| Action | 6. | Real Estate
a. Investment in REIT Partnership |
| Information | 7. | Chief Investment Officer's/Assistant Executive Officer's Report
a. Status of Action Items Not Yet Reported |
| Consent | 8. | Activity Reports
a. Alternative Investment Management Program
b. Risk Managed Absolute Return Strategies Program
c. Public Markets |



Circular Letter

Date: June 7, 2006

California Public Employees' Retirement System
P.O. Box 942701
Sacramento, CA 94229-2701
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No Voice (916) 795-3240

Reference No.:

Circular Letter No.: 310-044-06

Distribution: I, IIA, IV, V, VI, X, XII

Special:

TO: EMPLOYERS COVERED BY CALPERS, EMPLOYEE ORGANIZATIONS
AND OTHER INTERESTED PARTIES

SUBJECT: MEETING NOTICE OF THE CALPERS BOARD OF ADMINISTRATION,
ITS COMMITTEES AND ADVISORY PANELS

The CalPERS Board of Administration, its Committees and Advisory Panels are scheduled to meet on the following days in June. All meetings will be held in public session unless otherwise noted.

Investment Committee

Date and Time: Monday, June 19, 2006, 8:30 a.m.

Location: Room 1150, Lincoln Plaza North, 400 Q Street, Sacramento, CA

The Committee will meet in closed session to discuss personnel and investment matters pursuant to Government Code sections 11126(a)(1) and (c)(16).

Investment Committee

Date and Time: Monday, June 19, 2006, 9:00 a.m. or upon adjournment or recessing of the preceding Investment Committee closed session, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

A closed session will be held upon adjournment or recessing of the open session to consider investment matters pursuant to Government Code section 11126(c)(16).

Health Benefits Committee

Date and Time: Monday, June 19, 2006, 1:30 p.m. or upon adjournment or recessing of the Investment Committee meeting, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

A closed session will be held upon adjournment or recessing of the Investment Committee meeting, whichever is later, to discuss 2007 health plan contract negotiations pursuant to Government Code section 11126(c)(17).

Benefits and Program Administration Committee

Date and Time: Tuesday, June 20, 2006, 9:00 a.m.

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Health Benefits Committee

Date and Time: Tuesday, June 20, 2006, 10:00 a.m. or upon adjournment or recessing of the Benefits and Program Administration Committee meeting, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

The Committee will meet in closed session to discuss 2007 health plan contract negotiations pursuant to Government Code section 11126(c)(17).

Health Benefits Committee

Date and Time: Tuesday, June 20, 2006, 10:15 a.m. or upon adjournment or recessing of the closed session Health Benefits Committee, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Ad Hoc Board Governance

Date and Time: Tuesday, June 20, 2006, 11:00 a.m. or upon adjournment or recessing of the Health Benefits Committee meeting, whichever is later

Location: Room 1140, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Board of Administration

Date and Time: Wednesday, June 21, 2006, 8:00 a.m.

Location: Room 1150, Lincoln Plaza North, 400 Q Street, Sacramento, CA

The Board will meet in closed session to discuss personnel matters pursuant to Government Code sections 11126(a)(1) and (g)(1).

Board of Administration

Date and Time: Wednesday, June 21, 2006, 9:00 a.m. or upon adjournment or recessing of the closed session of the Board of Administration, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Board of Administration

Date and Time: July 5, 9:00 a.m., July 6, 8:45 a.m., and July 7, 2006, 8:00 a.m.

Location: Omni Shoreham Hotel, 2500 Calvert Street NW, Washington, DC 20008

Some members of the Board will attend the International Corporate Governance Network Annual Conference.

Items scheduled for the public sessions of the meetings are listed on the attached agendas. This information is also available on the CalPERS website at www.calpers.ca.gov. Questions pertaining to the meetings in June may be directed to Lanette Hunt at 916/795-3829.

The Board would be pleased to have you or representatives of your agency at the public sessions. The facilities are accessible to persons with disabilities. Requests for sign language or captioning services require a minimum of 72 hours notice. To request service, please call 916/795-3065 (voice or TTY).

FRED BUENROSTRO
Chief Executive Officer

Attachments

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

INVESTMENT COMMITTEE

June 19, 2006

8:30 a.m.

Lincoln Plaza North
400 Q Street
Auditorium
Sacramento, CA

COMMITTEE MEMBERS

Charles Valdes, Chair
George Diehr, Vice Chair
Philip Angelides
Marjorie Berte
Robert F. Carlson
Rob Feckner
Priya Mathur
Michael Navarro
Tony Oliveira
Mike Quevedo, Jr.
Kurato Shimada
Maeley L. Tom
Steve Westly

CLOSED SESSION	8:30 a.m. Chief Investment Officer's Briefing on Market and Personnel Issues (Government Code sections 11126(a)(1) and (c)(16))
OPEN SESSION	9:00 a.m.
CLOSED SESSION	Upon Adjournment or Recess of Open Session (Government Code section 11126(c)(16))

AGENDA

OPEN SESSION

- | | |
|-------------|--|
| | 1. Call to Order and Roll Call |
| Action | 2. Approval of the May 15, 2006 Open Session Minutes |
| Information | 3. CalPERS Total Fund Quarterly Report |
| Information | 4. Real Estate |
| Information | 5. Alternative Investment Management (AIM) Program |
| Information | a. Strategic Review Implementation Update |
| Information | b. California Initiative Update |
| Information | 6. Global Equity |
| Information | a. Manager Development Program I and II Annual Review |
| Information | b. Executive Compensation Strategic Plan Update |
| Information | c. Update on Investments in Companies Doing Business in the Sudan |
| Information | d. Corporate Governance Internal Staff Working Group Update |
| Action | 7. Global Fixed Income |
| | a. Securities Lending Annual Review |
| Information | 8. Supplemental Savings Programs |
| | a. Selection of Third Party Administrator |
| Action | 9. Total Fund |
| | a. Approval of Contracts for Asset Allocation Consultants |
| Action | 10. Legislation |
| Action | a. AB 2570 (Arambula) Community Investment: State and Local Retirement Systems |
| Action | b. AB 2941 (Koretz) Sudan Divestment |
| Action | c. SCR 117 (Soto) Reverse Annuity Mortgage Program Study |
| Consent | 11. Chief Investment Officer's/Assistant Executive Officer's Report |
| Information | a. Consolidated Investment Activity Report |
| | b. Status Report |
| Information | 12. Draft Agenda for August 14, 2006 |
| | 13. Public Comment |

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Subcommittee meeting held immediately prior to this meeting may be reported on or presented to the Investment Committee for its consideration.

AGENDA

CLOSED SESSION

Upon Adjournment or Recess of Open Session

(Government Code section 11126(c)(16))

- | | | |
|---|----|---|
| | 1. | Call to Order and Roll Call |
| Action | 2. | Approval of the May 15, 2006 Executive Closed and Closed Session Minutes |
| Information | 3. | Alternative Investment Management (AIM) Program |
| Information | 4. | Global Fixed Income
a. External Manager Update |
| Information
Information
Information | 5. | Global Equity
a. Executive Compensation Strategic Plan Update
b. Corporate Governance External Manager
c. External Manager Update |
| Action | 6. | Real Estate
a. Investment in REIT Partnership |
| Information | 7. | Chief Investment Officer's/Assistant Executive Officer's Report
a. Status of Action Items Not Yet Reported |
| Consent | 8. | Activity Reports
a. Alternative Investment Management Program
b. Risk Managed Absolute Return Strategies Program
c. Public Markets |

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

HEALTH BENEFITS COMMITTEE

June 19, 2006

**1:30 p.m.
or Upon Adjournment or Recess of the
Investment Committee Meeting, Whichever is Later**

Lincoln Plaza North
400 Q Street
Auditorium
Sacramento, CA

COMMITTEE MEMBERS

George Diehr, Chair
Priya Mathur, Vice Chair
Philip Angelides
Marjorie Berte
Rob Feckner
Michael Navarro
Tony Oliveira
Charles Valdes
Steve Westly

**CLOSED SESSION: 1:30 p.m., or Upon Adjournment or Recess of the
Investment Committee Meeting, Whichever is Later,
CLOSED SESSION TO DISCUSS 2007 HEALTH PLAN
CONTRACT NEGOTIATIONS (Government Code section
11126(c)(17))**

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item acted upon at this committee meeting may be brought to the full Board at its next regularly scheduled meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

BENEFITS AND PROGRAM ADMINISTRATION COMMITTEE

June 20, 2006

9:00 a.m.

Lincoln Plaza North
400 Q Street
Auditorium
Sacramento, CA

COMMITTEE MEMBERS

Kurato Shimada, Chair
Rob Feckner, Vice Chair
Robert F. Carlson
George Diehr
Priya Mathur
Michael Navarro
Tony Oliveira
Maeley L. Tom
Steve Westly

AGENDA

1. CALL TO ORDER AND ROLL CALL
2. APPROVAL OF THE MAY 16, 2006 BENEFITS AND PROGRAM ADMINISTRATION COMMITTEE (BPAC) MEETING MINUTES
- Action/Lisa Marie Hammond 3. LEGISLATION
 - A. AB 2355 (Negrete McLeod) – California State University Academic Employees
 - B. AB 2632 (Negrete McLeod) – Retirement: Military Service
 - C. SB 1443 (Ashburn) – Public Employees' Retirement: Maximum Retirement Allowance
- Action/ Ron Seeling 4. EFI'S PARALLEL VALUATION AND CERTIFICATION OF THE JUDGES' RETIREMENT SYSTEM (JRS) ACTUARIAL VALUATION AS OF JUNE 30, 2004

- | | | |
|----------------------------|-----|---|
| Action/ Ron Seeling | 5. | EFI'S PARALLEL VALUATION AND CERTIFICATION OF THE JUDGES' RETIREMENT SYSTEM II (JRS II) AS OF JUNE 30, 2004 |
| Action/ Ron Seeling | 6. | EFI'S PARALLEL VALUATION AND CERTIFICATION OF THE JUNE 30, 2004 LEGISLATORS' RETIREMENT SYSTEM (LRS) |
| Action/ Ron Seeling | 7. | EFI'S PARALLEL VALUATION AND CERTIFICATION OF THE VOLUNTEER FIREFIGHTERS' LENGTH OF SERVICE AWARD SYSTEM (VFLSAS) AS OF JUNE 30, 2004 |
| Information/ Kathie Vaughn | 8. | MEMBER AND BENEFIT SERVICES BRANCH EFFECTIVENESS MEASURES 3 RD QUARTER |
| Information/ Kathie Vaughn | 9. | PERFORMANCE MANAGEMENT PROJECT |
| Information/ Ron Seeling | 10. | CHIEF ACTUARY REPORT |
| Information/Kathie Vaughn | 11. | ASSISTANT EXECUTIVE OFFICER REPORT |
| Information/Kathie Vaughn | 12. | DRAFT AGENDA FOR AUGUST 15, 2006 BPAC MEETING |
| | 13. | PUBLIC COMMENT |

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item properly noticed for this Committee meeting may be brought to the full Board at its next regularly scheduled meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

HEALTH BENEFITS COMMITTEE

June 20, 2006

**10:00 a.m.
or Upon Adjournment or Recess of the
Benefit and Program Administration Committee
Meeting, Whichever is Later**

**Lincoln Plaza North
400 Q Street
Auditorium
Sacramento, CA**

COMMITTEE MEMBERS

George Diehr, Chair
Priya Mathur, Vice Chair
Philip Angelides
Marjorie Berte
Rob Feckner
Michael Navarro
Tony Oliveira
Charles Valdes
Steve Westly

**CLOSED SESSION: 10:00 a.m., or Upon Adjournment or Recess of the Benefits
and Program Administration Committee Meeting,
Whichever is Later, CLOSED SESSION TO DISCUSS 2007
HEALTH PLAN CONTRACT NEGOTIATIONS (Government
Code section 11126(c)(17))**

**OPEN SESSION: 10:15 a.m., or Upon Adjournment or Recess of Closed
Session, Whichever is Later**

AGENDA

1. Call To Order and Roll Call
 2. Approval of May 16, 2006, Health Benefits
Committee Meeting Minutes
 3. Legislation
 - 3a. AB 2667 (Baca) – Health Care Providers
Contract Considerations
 - 3b. Legislative Proposal – Pre-Funding
Retiree Medical Benefits
- Action/Lisa Hammond

Action/Sandra Felderstein	4. Second Reading – Potential 2007 Health Program Benefit Design
Action/Richard Krolak	5. Second Reading – Blue Shield of California – Three-Year HMO Contract
Action/Richard Krolak	6. Second Reading – Blue Shield of California Proposal: Service Area and Benefit Design Alternatives for Certain Exclusive Provider Organization and Direct Contract Counties
Action/Richard Krolak	7. Second Reading – Blue Cross of California Select PPO Proposal
Action/Sandra Felderstein	8. Medicare Part D Options for 2007
Action/Richard Krolak	9. Approval of 2007 Health Maintenance Organization Plans Benefits and Rates
Action/Richard Krolak	10. Approval of 2007 Self-Funded Plans Benefits and Rates
Action/Richard Krolak	11. Approval of 2007 Association Plans Benefits and Rates
Action/Sandra Felderstein	12. Designation of 2007 Rural Subsidy Service Areas
Information/Sandra Felderstein	13. State Annuitant Contribution Formula
Information/Richard Krolak	14. First Reading: Long-Term Care Program 2005 and Earlier Rates – Proposed Mitigation Strategies
Information/Terri Westbrook	15. Assistant Executive Officer Report
Information	16. Proposed Agenda for August 15, 2006, Health Benefits Committee Meeting
Information	17. Public Comment

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item acted upon at this committee meeting may be brought to the full Board at its next regularly scheduled meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

AD HOC BOARD GOVERNANCE COMMITTEE

June 20, 2006

11:00 a.m.

**or Upon Adjournment or Recess of the
Health Benefits Committee Meeting, Whichever is Later**

Lincoln Plaza North
400 Q Street
Room 1140
Sacramento, CA

COMMITTEE MEMBERS

Rob Feckner, Chair
George Diehr, Vice Chair
Marjorie Berte
Robert F. Carlson
Priya Mathur
Kurato Shimada
Charles Valdes

AGENDA

- | | | |
|--------|----|--|
| | 1. | Call To Order And Roll Call |
| Action | 2. | Approval of the May 15, 2006 Ad Hoc Board Governance Committee Meeting Minutes |
| Action | 3. | Employer Reimbursement Policy |
| Action | 4. | Future Committee Meeting Dates / Draft Agenda |
| | 5. | Public Comment |

Note: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item properly noticed for this Committee meeting may be brought to the full Board at its next regularly scheduled meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

June 21, 2006

Lincoln Plaza North
400 Q Street
Auditorium
Sacramento, CA

MEMBERS

Rob Feckner, Chair
Robert F. Carlson, Vice Chair
Philip Angelides
Marjorie Berte
George Diehr
Priya Mathur
Michael Navarro
Tony Oliveira
Mike Quevedo, Jr.
Kurato Shimada
Maeley L. Tom
Steve Westly
Charles Valdes

AGENDA

CLOSED SESSION
8:00 A.M.
(Gov. Code secs.
11126(a)(1) and
(g)(1))

CHIEF EXECUTIVE OFFICER'S BRIEFING ON PERFORMANCE
AND PERSONNEL ISSUES

OPEN SESSION
9:00 A.M. OR UPON ADJOURNMENT OF CLOSED SESSION, WHICHEVER IS
LATER

1. CALL TO ORDER AND ROLL CALL
2. PLEDGE OF ALLEGIANCE
3. ANNOUNCEMENT OF CLOSED SESSION
4. APPROVAL OF THE MAY 17, 2006 MEETING MINUTES

INVESTMENTS

Mr. Read 5. CHIEF INVESTMENT OFFICER'S REPORT

COMMITTEE REPORTS (ANY AGENDA ITEM FROM A PROPERLY NOTICED COMMITTEE MEETING HELD PRIOR TO THIS MEETING MAY BE REPORTED ON OR PRESENTED TO THE BOARD FOR ITS CONSIDERATION.)

Mr. Valdes 6. INVESTMENT COMMITTEE (ORAL)

Mr. Shimada 7. BENEFITS AND PROGRAM ADMINISTRATION COMMITTEE (ORAL)

Mr. Diehr 8. HEALTH BENEFITS COMMITTEE (ORAL)

Mr. Carlson 9. FINANCE COMMITTEE (ORAL)

Ms. Mathur 10. PERFORMANCE AND COMPENSATION COMMITTEE (ORAL)

Mr. Feckner 11. AD HOC BOARD GOVERNANCE COMMITTEE (ORAL)

GENERAL

Mr. Buenrostro 12. BOARD MEETING CALENDAR

Mr. Buenrostro 13. CHIEF EXECUTIVE OFFICER'S REPORT (ORAL)

GOVERNMENTAL AFFAIRS

Ms. Hammond 14. BOARD'S STATE LEGISLATIVE PROGRAM/BOARD'S POSITION ON STATE LEGISLATION

Ms. Hammond 15. BOARD'S FEDERAL LEGISLATIVE PROGRAM/BOARD'S POSITION ON FEDERAL LEGISLATION

LEGAL

Mr. Mixon 16. PROPOSED DECISIONS OF ADMINISTRATIVE LAW JUDGES
 A. GREGG LUSHER
 B. G. DENNIS ADAMS
 C. ANGELA HAHN
 D. CLARENCE ALEXANDER BY FRANCES ALEXANDER
 E. SUSAN CHU

Mr. Mixon 17. PETITIONS FOR RECONSIDERATION
 A. RICHARD R. LANE
 B. PATRICK D. SISNEROS, NOEL J. SHUMWAY,
 ROBERT HENRY

Mr. Mixon 18. GENERAL COUNSEL'S REPORT
 A. MONTHLY NEW CASE REPORTS
 B. ASSIGNMENT MATRIX

OTHER

Mr. Feckner 19. BOARD TRAVEL APPROVALS

Mr. Buenrostro 20. DRAFT AGENDA FOR AUGUST 16, 2006 MEETING

21. NEW BUSINESS AGENDA SETTING

22. PUBLIC COMMENT

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Committee meeting held immediately prior to this Board meeting may be considered by the Board.



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(916) 795-3829
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Date: June 6, 2006
Reference No.:
Circular Letter No.: 310-043-06
Distribution: I, IIA, IV, V, VI, X, XII

Special:

Circular Letter

TO: EMPLOYERS COVERED BY CALPERS, EMPLOYEE ORGANIZATIONS AND
OTHER INTERESTED PARTIES

SUBJECT: MEETING NOTICE OF THE CALPERS BOARD OF ADMINISTRATION'S
COMMITTEES

Finance Committee

Date and Time: Friday, June 16, 2006, 9:30 a.m.

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Performance and Compensation Committee

Date and Time: Friday, June 16, 2006, 10:30 a.m. or upon adjournment or recess of
the Finance Committee, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Policy Subcommittee of the Investment Committee

Date and Time: Friday, June 16, 2006, 11:00 a.m. or upon adjournment or recess of
the Performance and Compensation Committee, whichever is later

Location: Room 1140, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Items scheduled for the public sessions of the meetings are listed on the attached
agendas. This information is also available on the CalPERS website at
www.calpers.ca.gov. Questions pertaining to the meetings may be directed to
Lanette Hunt at 916/795-3829.

FRED BUENROSTRO
Chief Executive Officer

Attachments

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

FINANCE COMMITTEE

**June 16, 2006
9:30 a.m.**

Lincoln Plaza North
400 Q Street
Auditorium
Sacramento, CA

COMMITTEE MEMBERS

Robert F. Carlson, Chair
Steve Westly, Vice Chair
Philip Angelides
Marjorie Berte
Tony Oliveira
Kurato Shimada
Charles Valdes

AGENDA

1. Call to Order and Roll Call
2. Approval of April 14, 2006 Meeting Minutes

AUDITS

Information
Larry Jensen

Information
Larry Jensen

Information
Larry Jensen

Action
Larry Jensen

3. Chief Auditor's Report
4. Office of Audit Services – Quarterly Status Report
5. Risk Assessments
6. Biennial Audit Plan

COMPLIANCE

Information
Sherry Johnstone

7. Office of Enterprise Compliance Staffing Plan

Information
Sherry Johnstone

8. Compliance Office Report

PLANNING

Action
Susan Garrett

9. Three-Year Business Plan 2006-07 Through 2008-09
(Second Reading)

INFORMATION TECHNOLOGY SERVICES

Information
Gene Reich

10. Information Technology Services Status Report

BUDGETS

Action
Lyn Vice

11. Budget and Expenditure Report for the Third Quarter of
Fiscal Year 2005-06

Information
Lyn Vice

12. Current Budget Issues

ADMINISTRATIVE SERVICES

Information
Curtis Howard

13. Assistant Executive Officer Report

Information
Curtis Howard

14. Proposed September 2006 Agenda

15. Public Comment

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item properly noticed for this Committee meeting may be brought to the full Board at its next regularly scheduled meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

PERFORMANCE AND COMPENSATION COMMITTEE

June 16, 2006

10:30 a.m.

**or Upon Adjournment or Recess of the
Finance Committee Meeting, Whichever is Later**

Lincoln Plaza North
400 Q Street
Auditorium
Sacramento, CA

COMMITTEE MEMBERS

Priya Mathur, Chair
Tony Oliveira, Vice Chair
Philip Angelides
Robert F. Carlson
Michael Navarro
Kurato Shimada
Charles Valdes

AGENDA

OPEN SESSION

- | | |
|----------------------------|---|
| | 1. Call to Order and Roll Call |
| | 2. Approval of the May 12, 2006 Performance and Compensation Committee Meeting Minutes |
| Action/Chris O'Brien | 3. Third Quarter Status Report on Performance Plan of the Chief Executive Officer |
| Action/Chris O'Brien | 4. 2006-2007 Performance Plans for the Chief Executive Officer, Chief Actuary, Chief Investment Officer and His Direct Reporting Staff (Senior Investment Officers) (First Reading) |
| Action/Chris O'Brien | 5. 2006-2007 Performance Plans for the Senior Portfolio Managers and Portfolio Managers (First Reading) |
| Information/ Chris O'Brien | 6. Human Resources Division Report |

Information/ Chris O'Brien

7. Proposed August 11, 2006 Agenda

8. Public Comment

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item acted upon at this committee meeting may be brought to the full Board at its next regularly scheduled meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

**POLICY SUBCOMMITTEE
OF THE INVESTMENT COMMITTEE**

June 16, 2006

**11:00 a.m.
or Upon Adjournment or Recess of the
Performance and Compensation Committee Meeting, Whichever is Later**

Lincoln Plaza North
400 Q Street
Room 1140
Sacramento, CA

COMMITTEE MEMBERS

Priya Mathur, Chair
Marjorie Berte, Vice Chair
Robert F. Carlson
Tony Oliveira
Charles Valdes

AGENDA

- | | |
|----------------------------|---|
| | 1. Call to Order and Roll Call |
| Action | 2. Approval of the April 14, 2006 Meeting Minutes |
| | 3. Fixed Income Policies |
| Action / D. Kiefer | a. Revision of Credit Enhancement Program |
| | 4. Miscellaneous Policy |
| Action / M. Flynn | a. Revision of Directed Brokerage Arrangement
(Second Reading) |
| | 5. Administrative |
| Information / A. Stausboll | a. Policy Subcommittee History |
| Information / M. Flynn | b. Proposed August 2006 Agenda |
| | 6. Public Comment |

Note: Items designated for information are appropriate for Subcommittee action if the Subcommittee wishes to take action. Any agenda item acted upon at this Subcommittee meeting may be brought to the Investment Committee at its next regularly scheduled meeting. Items are noticed for action after a first reading. The Committee is free, however, to request a second reading of any item before approving it.



Circular Letter

Date: May 26, 2006

California Public Employees' Retirement System
P.O. Box 942701
Sacramento, CA 94229-2701
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Special:

TO: EMPLOYERS COVERED BY CALPERS, EMPLOYEE
ORGANIZATIONS AND OTHER INTERESTED PARTIES

SUBJECT: NOTICE OF MEETINGS OF THE CALPERS BOARD OF
ADMINISTRATION, ITS COMMITTEES AND ADVISORY PANELS

Long-Term Care Advisory Committee

Date and Time: Tuesday, June 6, 2006, 1:30 p.m.

Location: Room 5115, Lincoln Plaza North, 400 Q Street, Sacramento, CA

This body is advisory only and will meet to discuss the CalPERS Long Term Care Program.

Questions pertaining to the workshop may be directed to Lanette Hunt at 916/795-3829.

FRED BUENROSTRO
Chief Executive Officer